

State of Utah DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

MINERALS PROGRAM
FILE COPY

Dee C. Hansen
Executive Director
Dianne R. Nielson, Ph.D.
Division Director

8 355 West North
3 1 Triad Center,
5 Salt Lake City,
801-538-5340

355 West North Temple 3 Triad Center, Suite 350 Salt Lake City, Utah 84180-1203 801-538-5340

March 7, 1990

TO:

Wayne Hedberg, Permit Lead

FROM:

Tony Gallegos, Reclamation Engineer

RE:

Kennecott Utah Copper, Pine Canyon Reclamation Estimate, M/045/004,

Tooele County, Utah

R613-004-113, Surety

I have reviewed the reclamation cost estimate submitted by Kennecott in conjunction with their Pine Canyon Final Reclamation Plan. The proposed reclamation estimate and the estimate I arrived at are very close when the contingency and escalation are taken into account. Adding a ten percent contingency and the escalation factor of 1.84% for a five-year period to Kennecott's proposed estimate of \$72,400, increased the estimate to approximately \$86,900. The estimate I arrived at is \$84,500, using unit costs obtained from the Means Site Work Cost Data, 1990. For details of this estimate see attachments.

For the most part, I feel confident with the figures contained in this estimate. The single largest disparity between my estimate and Kennecott's is for the removal of waste rock, with my estimate being nearly \$10,000 lower. This is due to the lack of information provided regarding the surface area or volume of materials considered as waste rock. Attached is a copy of Kennecott's estimate for comparison.

Since the net totals are fairly close, I would recommend that a reclamation surety of \$84,500 be retained for this project.

jb Attachments

cc: Holland Shepherd

WMN6/1

Reclamation Estimate
Kennecott Utah Copper
Pine Canyon Mine Tooele County

March 1, 1990

M/045/004

Prepared by Utah State Division of Oil, Gas & Mining

Description	Quantity	Unit	\$/Unit	Cost(\$)
Flume Removal	10210	LF	2.00	20,420
Waste Rock Removal	500	CY	5.00	2,500
Power Pole Demolition	30	pole	180.00	5,400
Railroad Track Demolition	500	ft	13.80	6,900
Construct Retention Berms	2892	CY	1.31	3,789
Construct Portal Bulkhead	18	LF	105.00	1,890
Backfill Portal	595	CY	3.16	1,880
Concrete Box Demolition	256	SF	13.20	3,379
Cover Ripped Pad Area w/12" Topsoil	200	CY	3.16	632
Headframe Openings and Hardware			lump sum	4,000
Scarify the Area	6.5	acre	120.00	780
Apply Fertilizer	6.5	acre	700.00	4,550
Seed the Area	6.5	acre	490.00	3,185
Apply Mulch	6.5	acre	870.00	5,655
Apply Urea	6.5	acre	290.00	1,885
Riprap	22	CY	44.00	968
Monitor the Area for 3 Years	12	day	160.00	1,920
Miscellaneous Projects Not Listed			lump sum	600
	SUBTOTAL			70,333
+10% CONTINGENCY				
SUBTOTAL				77,366
ESCALATION (1.84% FOR 5 YRS)				7,118
TOTAL				84,484
ROUNDED TOTAL				84,500

Reclamation Estimate
Kennecott Utah Copper
Pine Canyon Mine Tooele County

March 1, 1990

M/045/004

Prepared by Utah State Division of Oil, Gas & Mining

Miscellaneous Projects Not Listed

Flume Backfill
Demolition of Boxes and Pipe Along Flume
Construction of Tunnel Discharge Channel
Ripping Pad Area Near Portal
Constructing Asphalt Water Bar
Crimping the Applied Mulch
Erosion Control Mats for Berm Spillways

KENNECOTT UTAH COPPER CORPORATION

ESTIMATED CONTINGENCY COSTS FOR FINAL RECLAMATION

Pine Canyon Reclamation Project

<u>Item</u>	<u>Cost</u>
Demolition/Burial remaining structures Earthwork/Regrading Removal of Waste Rock Construction of Water Retention Berms Removal of External Metal from Headframe Pine Canyon Tunnel Portal Removal Riprap Revegetation Asphalt Water Bars Monitoring Repairs to Vegetation	\$14,970 6,480 12,370 6,490 6,000 3,270 550 8,290 500 1,920 4,920
Subtotal	\$65,800
Construction Supervision (10% of subtotal)	6,600
Total	\$72,400

Unit costs were obtained from Means Site Work Cost Data, 1989. Quantities of materials were calculated from the June 28, 1989 reclamation plan prepared by JBR Consultants Group.